VZCZCXRO7826 OO RUEHCN DE RUEHKT #1431 1561200 ZNY SSSSS ZZH O 051200Z JUN 06 FM AMEMBASSY KATHMANDU TO RUEHC/SECSTATE WASHDC IMMEDIATE 1720 INFO RUEHBJ/AMEMBASSY BEIJING IMMEDIATE 4438 RUEHLM/AMEMBASSY COLOMBO IMMEDIATE 4691 RUEHKA/AMEMBASSY DHAKA IMMEDIATE 9797 RUEHIL/AMEMBASSY ISLAMABAD IMMEDIATE 2678 RUEHLO/AMEMBASSY LONDON IMMEDIATE 4092 RUEHNE/AMEMBASSY NEW DELHI IMMEDIATE 9831 RUEHKO/AMEMBASSY TOKYO IMMEDIATE 0938 RUEHCN/AMCONSUL CHENGDU IMMEDIATE 0294 RUEKJCS/SECDEF WASHDC IMMEDIATE RHEHNSC/NSC WASHDC IMMEDIATE RUEAIIA/CIA WASHDC IMMEDIATE RHHMUNA/CDR USPACOM HONOLULU HI IMMEDIATE RUEHGV/USMISSION GENEVA IMMEDIATE 1171 RUCNDT/USMISSION USUN NEW YORK IMMEDIATE 1827 RHEFDIA/DIA WASHDC IMMEDIATE

S E C R E T KATHMANDU 001431

STPDTS

NOFORN SIPDIS

E.O. 12958: DECL: 06/05/2016

TAGS: PREF CH NP

SUBJECT: TIBETAN REFUGEES - PRIME MINISTER CAUTIOUS ON NEXT STEPS FOR RESETTLEMENT PROGRAM

REF: KATHMANDU 1398

Classified By: AMBASSADOR JAMES F. MORIARTY, REASONS 1.4 (B/D).

11. (C) During a June 5 meeting with Prime Minister Koirala, Ambassador Moriarty and A/DCM Schwartz raised the USG proposal to resettle Tibetan refugees in the United States. The Ambassador told the Prime Minister that the U.S. planned to offer 5000 Tibetan refugees asylum in the United States. The Ambassador acknowledged that the issue was very sensitive for Nepal because it engaged one of China,s red lines, but assured the Prime Minister that the program would be low profile -- and that only refugees who had arrived in Nepal a number of years ago would be considered for the program so as not to create a magnet for additional refugees to come to Nepal. The Ambassador stressed the importance of this resettlement program to the USG.

Chinese Struck First

12. (C) The Prime Minister was aware of the program. He indicated that he had received a visit from the Chinese Ambassador, asking that the Government of Nepal (GoN) not permit this program to go forward. Although he was personally willing to let this group of refugees -- indeed, all refugees -- resettle in the U.S. and elsewhere, he asked the U.S. to defer the program for a while.

"Give us Time"

¶3. (C) When warned by the Ambassador that the U.S. would continue to seek GoN approval for this program, the Prime Minister first asked that the Ambassador work with his Chinese counterpart to reassure him that the program was based solely on humanitarian grounds. However, he said, because Nepal was in a "fragile situation" with "democracy not yet consolidated," he preferred "not to disturb things" by getting into matters of critical concern to key neighbors who could upset the country,s peace process.

14. (S/NF) The Mission will continue to press the GoN on this matter. The GoN is indeed in a "fragile situation" but in the near future we will again seek permission to begin the resettlement program. As reported reftel, we need to consider the timing of going public with our proposal and issuing a Request for Proposals (RFP) given possible Chinese contacts with Maoist leader Prachanda. We do not want China to use the peace process as a lever to affect the GON on the Tibetan refugee issue.

MORIARTY